

P.O. Box 540700 900 North Redwood Road North Salt Lake, Utah 84054-0700 (801) 292-7161

December 28, 2010

M. Dana Dean, P.E. Associate Director, Mining Department of Natural Resources State of Utah Division of Oil Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-5801

DEC 29 2010

DIV. OF OIL, GAS & MINING

Subject:

DOGM Blasting Directive - Lakeview Rock Products Inc., Beck Street

Quarry, M0350020, Salt Lake & Davis Counties, Utah

Dear Ms. Dean:

We are in receipt of your letter dated December 15th, 2010 regarding the agreements made at our meeting in your office on December 2nd, 2010. Please note that meeting was held on December 2nd, not the 4th as your letter states. We generally agree with the conditions you have outlined in that letter; however there are some inconsistencies and additional requirements included in your letter that were not discussed or agreed to in the meeting.

Our notes show the following actions to be the agreement reached at the December meeting which Lakeview Rock Products, Inc., (LRP), will take prior to our next production blast:

1. LRP will notify the Division 24 hours before the production blast.

2. LRP will utilize a blasting consultant to look at ways to potentially increase the blast shock frequency by utilizing faster delays.

3. LRP will have a blasting consultant place three (3) seismic monitoring devices at the locations you have requested and the third will be placed on LRP's property line. The results of the seismic monitoring will be shared with the Division.

Please be advised that LRP has and will continue to adhere to ISEE and OSM standards. Lastly, your letter infers that LRP has not been operating to industry standards with regards to our blasting operations. Please be further advised that LRP has and will continue to conduct our blasting operations in adherence to industry standards.

Please feel free to contact me with any questions or comments.

Sincerely,

Lakeview Rock Products, Inc.

John Burggraf Vice-President

Scott G. Hughes - Vice President, LRP cc:

Kevin Watkins - General Counsel, LRP